SCOTT M. MATHESON Governor

GORDON E. HARMSTON Executive Director,

> CLEON B. FEIGHT Director

NATURAL RESOURCES



OIL, GAS, AND MINING BOARD

I. DANIEL STEWART Chairman

CHARLES R. HENDERSON JOHN L. BELL THADIS W. BOX C. RAY JUVELIN

STATE OF UTAH

DEPARTMENT OF NATURAL RESOURCES

DIVISION OF OIL, GAS, AND MINING 1588 West North Temple Salt Lake City, Utah 84116 (801) 533-5771

October 3, 1978

Mr. Duane Frnadsen Attorney at Law Utah West Mining and Development, Inc. 321 North 7th East Price, Utah 84501

ACT/0/5/020

Re: Surety contract for Utah West Mining & Development, Inc.'s Delta Uranium Mine

Dear Mr. Frandsen:

Enclosed please find your check No. 387, which you provided to the Division on June 5, 1978, as interim surety for reclamation on this mine. The check is being returned to you because the Division received another check for the same amount from Utah West Mining and Development.

As we discussed during a previous telephone conversation, the Board needed to approve the amount and form of surety for this mine. The Board did approve both form and amount and surety at its executive meeting on September 28, 1978.

Enclosed also you will find the Escrow Forms (MR 7(a) and 7(b) which are ready for the signing off by your proposed escrowee, First Security Bank of Utah, Price Office. Please obtain the necessary signatures on both pairs of these forms and retain one for your company, the other pair should be returned to this office.

Upon the return of the fully executed forms and the begining payment into the escrow fund, consideration will be given to issue final approval for the Delta Mine.

Sincerely, Ronald W. Daniels SP RONALD W. DANIELS COORDINATOR OF MINED LAND DEVELOPMENT

RWD/sp

enc: Check No. 387

Escrow forms MR 7(a) and MR 7(b)